

Evaluation model for perpetual and ultra-long Swiss bonds

PORTFOLIO :
Date price data :

F:\Vf51\BENCHMRK\PerpModel.xls]Summary
23.11.98 - 15:20 h

Sensitivity: 1.50

#	Swiss Sec. No.	Issuer	Call info		Prices				Yield (Mid price)			Model Spread bp vs.Swap	Theoretical Fair Price (F.P.)		over / (under) F.P.	Implied Spread	Action *** Data missing	Issued/ Outst. Amt. (CHF m)	Rating		
			next call	call price	Bid Price	Ask Price	Hist. Price	Current	IRR	to:	BID		ASK	MDY					S&P		
Fixed coupon																					
1	671371	6% SEAGRAM 1986-30.9.2085	29.9.01	102.00	105.25	0.05	105.50	0.01	105.25	5.65%	5.66%	maturity	150	105.69	106.19	(0.44)	154	-	250 / 250	Baa3	BBB-
2	662129	6 1/4% AIR CANADA 1986-Perp. Sub.	22.1.01	102.00	87.50	0.06	88.25	0.05	88.25	6.71%	7.10%	perp.	320	86.32	86.82	1.18	309	-	300 / 300	B2	
3	662130	5 3/4% AIR CANADA 1986-Perp. Sub.	2.7.99	101.50	80.00	0.05	81.75	0.09	80.50	6.73%	7.10%	perp.	320	79.39	79.89	0.61	309	-	200 / 200	B2	
4	423288	5 3/4 % AUSTRIAN AIR. 1986-Perp.	28.5.01	101.00	102.75	0.27	-	-	102.75	5.44%	4.83%	next call	70	107.79	108.29	(5.04)	145	***	150 / 126.8		
5	536209	5 3/4 % KLM 1986-Perp. Sub.	15.5.01	101.75	100.75	0.07	101.70	0.04	100.60	5.52%	5.87%	next call	70	108.41	108.91	(7.66)	156	Buy 0.04m @ 101.70	300 / 300		
6	880506	5 1/2% INTL. BANK RECON.&DEV. perp.	25.4.06	102.00	111.50	0.31	114.00	0.05	111.50	4.74%	3.74%	next call	-10	119.42	119.92	(7.92)	69	Buy 0.05m @ 114.00	250 / 250	Aaa	AAA
7	478602	5 1/2% COUNCIL OF EUROPE Perp. Sub.	15.4.06	102.00	111.15	0.15	112.25	0.02	111.15	4.78%	3.88%	next call	0	118.80	119.30	(7.65)	74	Buy 0.02m @ 112.25	250 / 250	Aa2	AA+
Variable coupon																					
8	536205	5 1/4 % KLM 1985-Perp. Sub.	12.2.05	100.00	91.00	0.09	92.00	0.04	92.10	5.43%	5.40%	perp.	70	110.25	110.75	(19.25)	120	Buy 0.04m @ 92.00	200 / 200		
9	798356	3 5/8 % NZ RAILWAYS 1986-Perp.	10.1.06	100.00	92.50	0.03	93.50	0.03	93.50	3.77%	2.39%	perp.	25	76.20	76.70	16.30	N/A	Sell 0.03m @ 92.50	150 / 57.3		
10	612525	3 5/8 % SAS 1986-Perp. Sub.	14.1.01	102.50	73.00	0.25	73.25	0.12	73.95	4.76%	5.92%	perp.	80	86.62	87.12	(13.62)	180	Buy 0.12m @ 73.25	200 / 200	Baa1	
11	871602	5% BESTFOODS 1985-27.3.45	27.3.05	100.00	103.00	0.05	104.70	0.05	104.25	3.39%	4.13%	maturity	90	96.72	97.22	6.28	-10	Sell 0.05m @ 103.00	200 / 200	A2	A+